

October 11, 2016

**Subject: FY 2014-15 Affordable Housing & Sustainable Communities Program
Guidelines: Technical Amendment**

Reporting Period: August – October 2016

Staff Lead: AHSC Program Staff

Recommended Action:

Amend Section 111(c) of the 2014-15 Affordable Housing & Sustainable Communities (AHSC) Program Guidelines to reflect statutory changes made in AB 1613 (Ch. 370, Stats 2016, effective September 14, 2016).

Summary:

This action memorializes actions occurring in Section 5 of the budget trailer bill AB 1613 (Ch. 370, Stats 2016, effective September 14, 2016), and amends the FY 2014-15 AHSC Guidelines to reflect this recent statutory change. This change reflects a new AHSC disbursement deadline of April 1, 2020 and deletes reference to Standard Agreement and Disbursement Agreement Execution dates. This is applicable to 2014-15 AHSC funds only.

Language in AB 1613 authorizes a one-year extension of the liquidation deadline for AHSC Round 1 (FY 2014-2015¹) encumbered funds. The liquidation deadline is the last date in which funds need to be liquidated against the AHSC appropriation. 2014-15 AHSC funds would then be available for liquidation of encumbrances until June 30, 2020. This extension is needed to ensure all Round 1 projects are able to draw down their awarded AHSC funds before the end of the liquidation period, and thus not risk losing other financing that may be dependent upon their AHSC funds.

If not liquidated, the funds are no longer obligated for the AHSC program and are available generally for the purposes of the Greenhouse Gas Reduction Fund.

Attached are the proposed amendments to the 2014-15 AHSC Guidelines

¹ Funding for the 2014 Round 1 NOFA was authorized by Item 0650-101-3228 of the 2014 Budget Act (Ch. 25, Stats. 2014); and available for liquidation until June 20, 2019, .